HQMC-RFA LIAISON

Vendor Pay Update

Senior Financial Managers Seminar

28-Apr-04

CWO3 Dave Garza, RFA

CHRONOLOGY

- **Transfer to DFAS-CO announced 8 Aug 03**
- **Plan called for phased transfer**
  - **“New” FY04 contracts paid by Columbus on 1 Oct 04**
  - **Scan any ‘open’ contracts into EDM and begin paying all other contracts by 15 Nov 03**
  - **Pay miscellaneous invoices by 15 Dec 03**
  - **Prepare transfer of ‘utility’ payments by 5 Jan 04**

TRANSITION IN A NUTSHELL

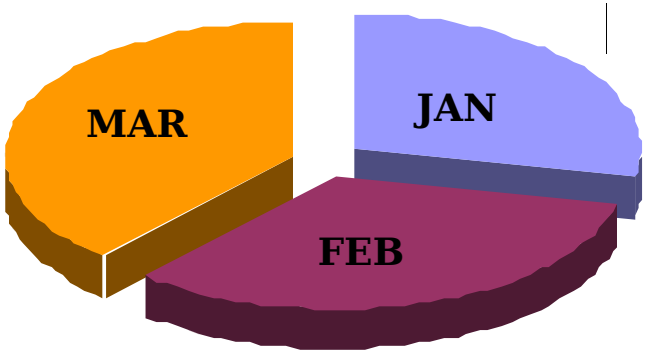
“Three Knock Down Rule Applies”

What helped create the backlog

1. **Historically, *Jan-Feb-Mar* are most voluminous months**
2. **‘Utility’ Payments**
3. **Implementation of WAWF**

Priority #1

AN ILLUSTRATION OF THE HIGH-3



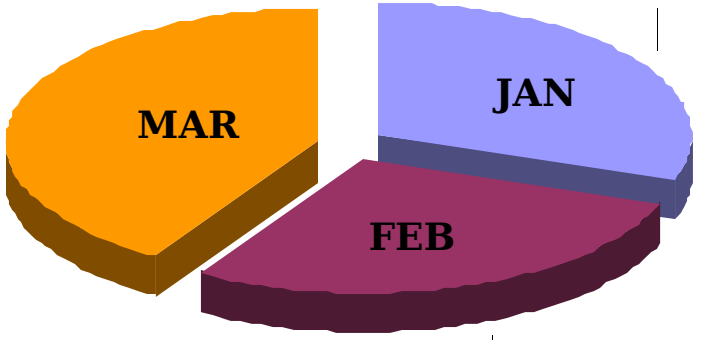
8,615

6,284

8,032

FY 03

11,599



6,547

6,225

FY 04

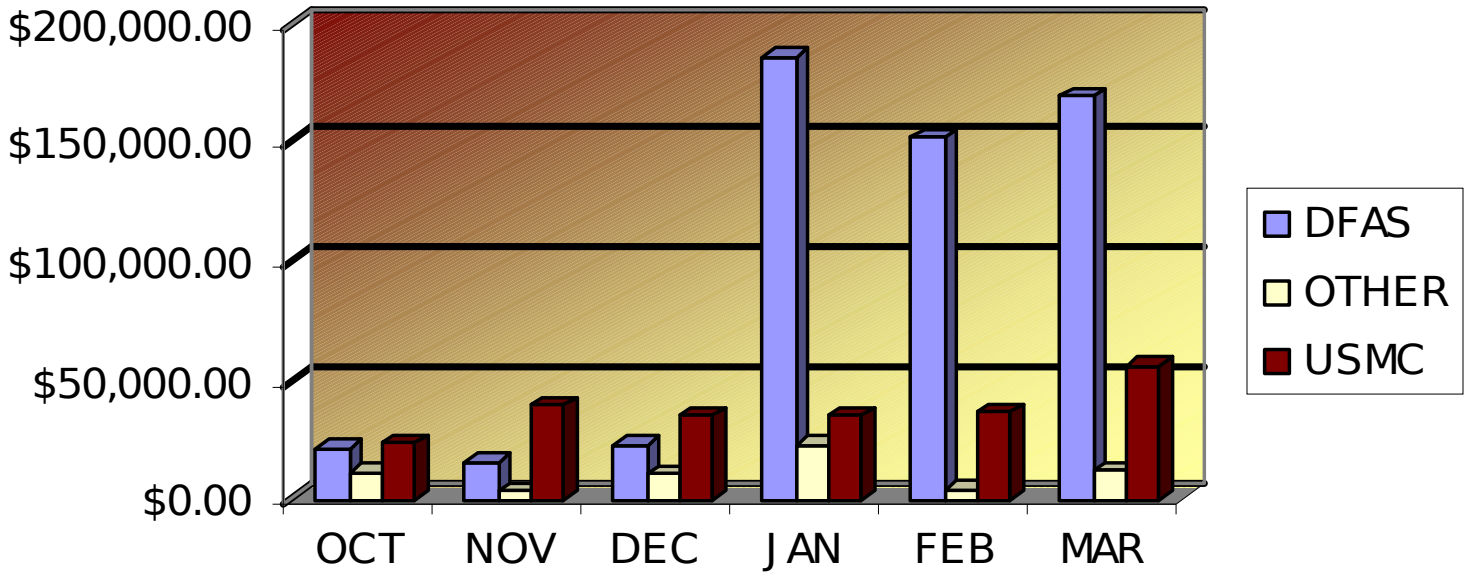
PPA INTEREST METRICS

- **FY04 metric is PPA Interest paid per $ million disbursed – based on Oct 02 – Jul 03**
- **Baselines**
  - **Vendor Pay - $907**
  - **Contract Pay (MOCAS) - $36**
  - **TMS - $186**
- **Goal – 20% reduction**

FY03 Baseline $606

Overall Goal - $485
Vendor Pay - $726

PPA INTEREST PAID BY AGENCY
FY 04



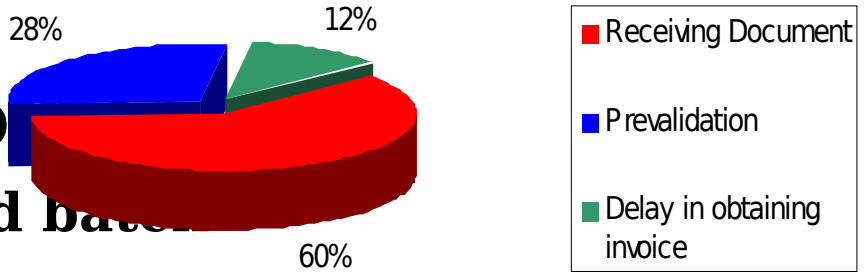
	DFAS	OTHER	USMC	TOTAL
OCT	$ 21,528.58	$ 11,120.77	$ 23,646.37	$ 56,295.72
NOV	$ 15,439.33	$ 3,572.19	$ 38,994.13	$ 58,005.65
DEC	$ 22,712.81	$ 10,684.42	$ 34,737.99	$ 68,135.22
JAN	$ 185,736.62	$ 22,659.48	$ 35,023.22	$ 243,419.32
FEB	$ 152,121.14	$ 3,841.48	$ 36,764.50	$ 192,727.12
MAR	$ 168,885.65	$ 11,958.63	$ 56,208.95	$ 237,053.23
TOTAL	$ 566,424.13	$ 63,836.97	$ 225,375.16	$ 855,636.26
	66%	7%	26%	

PPA INTEREST BY COMMAND (CAPS-W ONLY)

COMMAND	FY03 INTEREST PD	FY03 $ DISBURSED	FY03 BASELINE	FY04 INTEREST PD	FY04 $ DISBURSED	FY04 GOAL	FY04 METRIC	% CHANGE
MARCORSYSCOM	133,533.28	47,116,572.52	2,834.10	77,045.15	66,785,937.66	2,267.28	1,153.61	-49.1%
MCB Camp Pendleton	41,709.59	37,413,554.75	1,114.83	41,466.80	41,219,670.99	891.86	1,006.00	12.8%
HQMC	39,680.41	21,193,935.37	1,872.25	17,737.81	25,136,272.14	1,497.80	705.67	-52.9%
MARFORRES	12,052.37	13,320,551.11	904.80	9,008.48	12,864,404.80	723.84	700.26	-3.3%
MCLB Albany	24,437.09	10,099,634.65	2,419.60	8,547.19	15,630,114.34	1,935.68	546.84	-71.7%
I MEF	26,372.70	24,043,468.34	1,096.88	7,457.82	39,230,746.96	877.50	190.10	-78.3%
MCB Camp Lejeune	24,333.92	19,843,325.35	1,226.30	7,116.16	21,989,739.36	981.04	323.61	-67.0%
MCB Albany	2,765.78	5,288,257.38	523.00	5,496.45	5,707,175.21	418.40	963.08	130.2%
MCRD San Diego	3,270.39	4,981,179.39	656.55	3,511.70	5,994,515.07	525.24	585.82	11.5%
MCAS Beaufort	3,374.48	7,758,976.30	434.91	3,506.08	7,960,221.50	347.93	440.45	26.6%
MCAS Miramar	2,978.42	4,599,508.78	647.55	2,170.35	8,758,795.52	518.04	247.79	-52.2%
MCLB Barstow	2,397.82	14,484,437.27	165.54	2,117.14	16,722,073.61	132.44	126.61	-4.4%
MCAS Cherry Point	3,074.69	10,690,319.44	287.61	2,046.11	13,803,503.59	230.09	148.23	-35.6%
II MEF	10,832.76	21,186,980.03	511.29	1,824.46	21,109,216.01	409.03	86.43	-78.9%
MCAS Yuma	1,305.69	7,941,570.61	164.41	1,725.40	8,667,966.33	131.53	199.05	51.3%
MCRD Parris Island	1,363.90	7,949,513.95	171.57	1,723.71	7,799,562.13	137.26	221.00	61.0%
MARFOREUR	920.72	363,649.42	2,531.89	1,064.87	430,024.59	2,025.51	2,476.30	22.3%
8th Marine Corps District	1,750.54	3,860,857.19	453.41	687.87	2,984,908.83	362.73	230.45	-36.5%
MARBKS 8th & I	2,749.33	1,913,822.87	1,436.56	599.14	1,210,007.14	1,149.25	495.15	-56.9%
MCTSSA	3,084.64	2,207,028.84	1,397.64	544.81	3,031,336.93	1,118.11	179.73	-83.9%
6th Marine Corps District	1,099.55	3,497,788.50	314.36	400.75	2,651,582.33	251.48	151.14	-39.9%
MARFORPAC	3,016.45	1,262,048.88	2,390.12	389.23	200,994.41	1,912.10	1,936.52	1.3%
MCAS Camp Pendleton	2,147.93	945,067.53	2,272.78	276.68	3,174,331.36	1,818.22	87.16	-95.2%
9th Marine Corps District	657.42	3,424,258.27	191.99	269.97	2,542,977.12	153.59	106.16	-30.9%
MARFORLANT	1,541.01	828,488.56	1,860.03	268.28	1,138,359.73	1,488.02	235.67	-84.2%
12th Marine Corps District	738.60	3,640,034.58	202.91	242.67	2,971,377.93	162.33	81.67	-49.7%
1st Marine Corps District	449.05	3,604,682.04	124.57	235.30	2,248,227.85	99.66	104.66	5.0%
MCAS New River	61.41	895,670.37	68.56	124.66	663,482.42	54.85	187.89	242.5%
MCRC	96.19	609,795.49	157.74	95.75	392,724.76	126.19	243.81	93.2%
MCRSC	60.89	863,045.89	70.55	72.54	351,639.00	56.44	206.29	265.5%
4th Marine Corps District	375.66	2,785,409.69	134.87	72.00	2,207,066.86	107.89	32.62	-69.8%
TECOM	56.09	11,611.21	4,830.68	48.45	4,538.90	3,864.54	10,674.39	176.2%
DRPM-AAAV	25.09	1,086,162.11	23.10	30.40	1,389,866.64	18.48	21.87	18.4%
MCAF Quantico	601.95	987,480.02	609.58	9.67	637,508.20	487.67	15.17	-96.9%
MARFORSOUTH	47.59	174,701.78	272.41	1.72	86,373.38	217.93	19.91	-90.9%

TOP 3 USMC EFFORTS TO REDUCE INTEREST

- **<u>Use WAWF</u> to submit Receiving Reports**
- **Prevalidation effo**
  - **Miscellaneous 'match and bat**
  - **Accurate & Timely**
- **<u>Use WAWF</u> to submit Invoices**



TOP 3 DFAS COLUMBUS DRIVERS TO REDUCE PAYMENT DELAYS

- **Work overage invoices first!**
  - **Better management reports to manage workload**
- **Work SPS & WAWF rejects**
- **Address Prevalidation ‘errors’ – data entry in CAPS-W**
  - **SRD-1 Accounting Table rejects**

GET WELL AND *"STAY WELL"* PLAN

- **<u>Define and 'Focus'</u> ⇨ End-to-End Procedures**
  - **POA&M to address both systemic and procedural shortcomings…both DFAS-CO and USMC**
  - **Identify and fix Root Causes!**
- **No getting around the Vendor Pay resource issues**
  - **DFAS-KC Tiger Team computed over 15,000 lines in a month's time**
- **Get the word out!**
  - **Commercial Pay Advisory Notice (CPAN)**

ONGOING EFFORTS AT DFAS-COLUMBUS

- **Clean up CAPS data**
  - **Get a Marine Corps 'flavor' in CAPS**

- **Implement *'Electronic File Room'* as means to allow USMC to view all payment documents online via web (May-Jun 04)**

- **Host the "Marine Corps Open House" (7-8 July)**

Questions?